

October 1, 2008

Stephanie L. Stumbo, Executive Director KY Public Service Commission P.O. Box 615 211 Sower Boulevard Frankfort, Kentucky 40602-0615

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PUBLIC SERVICE

Case No. 2008-00081

Dear Director Stumbo,

Pursuant to the Certificate of Public Convenience and Necessity for the construction of fiber optic cable in Jackson and Owsley counties, Kentucky granted to Peoples Rural Telephone Cooperative Corporation, Inc in the above referenced Case, included herein is a letter from, RUS approving the financing of the proposed construction.

This letter was inadvertently omitted in my correspondence with the Commission on September 15, 2008.

Any questions about this application should be referred to me at (606) 287-7101.

Sincerely,

Keith Gabbard, General Manager

Attachment



United States Department of Agriculture Rural Development

JUN 192008

Mr. Don Hughes President Peoples Rural Telephone Cooperative Corporation, Inc. P. O. Box 159 U.S. Highway 421 McKee, Kentucky 40447

Dear Mr. Hughes:

We are pleased to inform you that your application for a loan from the Rural Development Telecommunications Program has been approved. We are offering you a loan in the amount of \$19,200,000 at the Cost of Money interest rate for a term of 18 years. The loan is subject to the terms of the enclosed Loan Agreement. The loan designation for your project is Kentucky 514-P42 Peoples. This designation should be referenced in all future correspondence concerning this loan.

Please indicate your acceptance of this offer by signing the second copy of this letter and, within ten days from the date hereof, returning it to:

> Mr. Ken B. Chandler Rural Utilities Service, Southern Division Stop 1597, Room 2808, South Building 1400 Independence Avenue, SW Washington, DC 20250-1597

Fax: (202) 205-2921

Sincerely,

KEN B. CHANDLER, Director

Southern Division

Telecommunications Program

Rural Development Utilities Program

Enclosure

CONCURRENCE:

PEOPLES RURAL TELEPHONE COOPERATIVE

CORPORATION, INC.

Name:

Title:

1400 Independence Ave, SW • Washington, DC 20250-0700 Web: http://www.rurdev.usda.gov

Committed to the future of rural communities.